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POST CHANTRAIN LEVER DISTRICT, LOUISIANA

FINANCIAL REPORT

(JUNE 30, 2012)

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Release Date 9/19/12



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**PONTCHARTRAIN LEVEE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2002**

The Management's Discussion and Analysis of the Pontchartrain Levee District's financial performance presents a narrative overview and analysis of Pontchartrain Levee District's financial activities for the year ended June 30, 2002. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information.

FINANCIAL HIGHLIGHTS

- The Pontchartrain Levee District's assets exceeded its liabilities at the close of fiscal year 2002 by \$34,326,422 which represents a 8.7% increase from last fiscal year. The net assets increased by \$2,636,663 (or 9.5%).
- The Pontchartrain Levee District's revenue increased \$2,745,890 (or 8.7%).

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board Statement 34, *Basic Financial Statements*, and Management's Discussion and Analysis, for State and Local Governments.



**PONCHARTRAIN LEVEE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2002**

These financial statements consist of three sections - Management's Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), and required supplementary information.

Basic Financial Statements

The basic financial statements present information for the Pontchartrain Levee District as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Statement of Net Assets; the Statement of Revenues, Expenses, and Changes in Fund Net Assets; and the Statement of Cash Flows.

The Statement of Net Assets (page 9) presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the financial position of the Pontchartrain Levee District is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Fund Net Assets (page 10) presents information showing how Pontchartrain Levee District's assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.



**PONTCHARTRAIN LEVEE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2002**

FINANCIAL ANALYSIS OF THE ENTITY

**Statement of Net Assets
as of June 30, 2002**

	<u>Total</u>	
	<u>2002</u>	<u>2001</u>
Current and other assets	\$ 32,608,320	\$ 30,419,600
Capital assets	1,745,332	1,335,031
Total assets	<u>34,353,652</u>	<u>31,754,631</u>
Other liabilities	104,977	95,604
Compensated Absences Payable	158,121	715,898
Total liabilities	<u>263,184</u>	<u>811,502</u>
Net assets:		
Invested in capital assets, net of debt	1,745,332	1,335,031
Unrestricted	32,608,320	29,419,600
Total net assets	<u>\$ 34,353,652</u>	<u>\$ 31,754,631</u>

Net assets of Pontchartrain Levee District's increased by \$2,745,999, or 8.7%, from June 30, 2001 to June 30, 2002.

**PONTCHARTRAIN LEVEE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2002**

Statement of Revenues, Expenses, and Changes in Fund Net Assets
for the year ended June 30, 2002

	<u>Total</u>
	<u>2002</u>
Operating revenues	\$ -
Operating expenses	<u>2,831,818</u>
Operating income/(loss)	<u>(2,831,818)</u>
Non-operating revenues/(expenses)	<u>6,096,954</u>
Income/(loss) before transfers	<u>3,265,136</u>
Transfers in	-
Transfers out	<u>-</u>
Net increase/(decrease) in net assets	\$ <u>3,265,136</u>

The Pontchartrain Levee District's total revenues increased by \$ 283,898 or (4.8%).

**PONTCHARTRAIN LEVEE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2002**

CAPITAL ASSET

Capital Assets

At the end of 2002, the Pontchartrain Levee District had \$1,740,332 invested in a broad range of capital assets, including land, building, and equipment. (See Table below).

This amount represents a net increase (including additions and deductions) of \$414,300, or 31.2%, over last year.

**Capital Assets of Year-end
(Net of Depreciation, in thousands)**

	<u>2002</u>	<u>2001</u>
Land	\$ 780,000	\$ 700,000
Buildings	\$47,218	\$48,700
Equipment	<u>728,332</u>	<u>312,188</u>
Total	\$ <u>1,740,332</u>	\$ <u>1,289,312</u>

This year's major additions included (in thousands):

- Purchase of tractors and mowers totaling approximately \$181,000.
- Purchase of an excavator for \$81,000.

VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS

Revenues were approximately \$85,583 over budget and expenditures were \$394,574 less than budget due in part to a reduction in expenditures for capital outlay.



**PONTCHARTRAIN LEVEE DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2002**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Pontchartrain Levee District's elected and appointed officials considered the following factors and indicators when setting next year's budget, rates, and fees. These factors and indicators include:

- Property tax millages will be the same as prior years.
- Expenditures are expected to remain consistent with current years.

The Pontchartrain Levee District expects that next year's results to be consistent with the current year.

CONTACTING THE PONTCHARTRAIN LEVEE DISTRICT'S MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the Pontchartrain Levee District's finances and to show the Pontchartrain Levee District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Clinton Kroyen.





Ponchartraine & Netherville

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INDEPENDENT AUDITORS' REPORT

Board of Local Commissioners of
Ponchartraine Levee District
State of Louisiana
Lafayette, Louisiana

We have audited the accompanying basic financial statements of the Ponchartraine Levee District, a component unit of the State of Louisiana, as of and for the year ended June 30, 2002, as listed in the table of contents. These basic financial statements are the responsibility of the Ponchartraine Levee District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material aspects, the financial position of the Ponchartraine Levee District as of June 30, 2002, and the results of its operations for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

As described in Note 14 to the basic financial statements, the Ponchartraine Levee District adopted the provisions of *Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements— and Management's Discussion and Analysis—For State and Local Governments*, Statement No. 33, *Basic Financial Statements— and Management's Discussion and Analysis— for State and Local Governments: Overview and Introduction*, No. 6, *Recognition and Measurement of Certain Liabilities and Expenses in Governmental Fund Financial Statements*, as of July 1, 2000. This results in a change in the format and content of the basic financial statements.

In accordance with *Government Auditing Standards*, we have also issued a report dated August 22, 2002 on our consideration of the Ponchartraine Levee District's internal control over financial reporting and our view of its compliance with certain provisions of laws, regulations, contracts, and grants. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Ponchartraine Levee District. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The Management's Discussion and Analysis and the other required supplementary information on page 1 through 6 and 32, respectively, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The information presented on pages 26 through 44 is not a required part of the financial statements, but is required by the Division of Administration, Office of Statewide Reporting and Accounting Policy. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Pantelmon & Mathewly

Shreveport, Louisiana
August 31, 2002

PONTIAC-BRAMPTON LEVEE DISTRICT
STATEMENT OF NET ASSETS
JUNE 30, 2001

ASSETS

CURRENT ASSETS:

Cash	\$ 1,711,079
Certificates of deposit	17,992,000
Investments	12,911,132
Receivables	466,027
Inventory	14,388
Total current assets	<u>\$ 33,094,526</u>

NON-CURRENT ASSETS:

Capital asset cost of accumulated depreciation	<u>1,740,352</u>
Total non-current assets	<u>1,740,352</u>
Total assets	<u>\$ 34,834,878</u>

LIABILITIES

CURRENT LIABILITIES:

Accounts payable	\$ 69,343
Salaries and wages payable	27,734
Accrued liabilities	2,389
Deposits held	<u>5,000</u>
Total current liabilities	<u>\$ 104,466</u>

NON-CURRENT LIABILITIES:

Compensated absences payable	<u>126,127</u>
Total long-term liabilities	<u>126,127</u>
Total liabilities	<u>\$ 230,593</u>

NET ASSETS

Invested in capital assets, net of related debt	1,740,352
Unrestricted	<u>32,463,323</u>
Total net assets	<u>\$ 34,203,675</u>
Total liabilities and net assets	<u>\$ 34,436,348</u>

The accompanying notes are an integral part of this financial statement.



PUNDMARTIN LANE DISTRICT
STATEMENT OF ACTIVITIES
JUNE 30, 2002

Expenses	Program Revenues			Net (Expense) Revenues and Changes in Net Assets
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Street Maintenance	\$ 3,141,667	\$ -	\$ 87,676	\$ (3,053,991)
General revenues:				
Taxes				4,874,036
State appropriations				282,187
Investment income				1,264,593
Miscellaneous				168,986
Total general revenues, special items, and transfers				3,789,802
Change in net assets				274,590
Net assets - beginning				21,899,565
Net assets - ending				\$ 22,174,155

The accompanying notes are an integral part of this financial statement.



PORT CHARTRAIN LEVEE DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2002

	<u>General</u>	<u>Special Construction Fund</u>	<u>West Shore Feasibility Study Fund</u>	<u>Total (Miscellaneous Orbit)</u>
ASSETS				
Cash	\$ 1,811,791	\$ 187,868	\$ 312,408	\$ 1,712,069
Certificates of Deposit	9,516,080	8,056,800	-	17,572,880
Investments	-	12,901,322	-	12,901,322
Receivable, net	72,828	383,799	-	456,627
Due from other funds	-	1,080,808	-	1,080,808
Inventory, at cost	14,978	-	-	14,978
TOTAL ASSETS	<u>\$ 10,415,377</u>	<u>\$ 22,348,287</u>	<u>\$ 312,408</u>	<u>\$ 33,076,326</u>
LIABILITIES AND EQUITY				
Liabilities:				
Accounts payable	\$ 15,079	\$ 33,938	\$ 299	\$ 49,316
Salaries and wages payable	27,754	-	-	27,754
Due to other funds	1,808,080	-	-	1,808,080
Accrued liabilities	2,389	-	-	2,389
Deposits held	5,080	-	-	5,080
Other - compensated absences	-	-	-	-
Total Liabilities	<u>1,878,382</u>	<u>33,938</u>	<u>299</u>	<u>1,912,619</u>
Fund Equity:				
Fund Balance:				
Reserved for inventory	14,978	-	-	14,978
Reserved for fixed light/contingencies	58,080	-	-	58,080
Reserved for investments	25,080	-	-	25,080
Unreserved undesignated	8,914,791	12,914,322	312,138	32,500,251
Total equity	<u>9,564,769</u>	<u>22,914,322</u>	<u>312,138</u>	<u>32,590,259</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 10,415,377</u>	<u>\$ 22,348,287</u>	<u>\$ 312,408</u>	<u>\$ 33,076,326</u>

The accompanying notes are an integral part of this statement.



**PONTCHARTRAIN LEVEE DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2002**

Total Fund Balances at June 30, 2002 - Governmental Funds		\$	32,599,790
Cost of capital assets at June 30, 2002	\$	1,764,677	
Less: Accumulated Depreciation as of June 30, 2002:		<u>1,644,345</u>	<u>1,740,332</u>
Long-Term Debt at June 30, 2002:			
Compensated absences payable		<u>136,127</u>	<u>136,127</u>
Net Assets at June 30, 2002			<u>\$ 34,765,436</u>

The notes to the basic financial statements are an integral part of this statement.

**PONCE DE LEON JAYCE DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2002**

	General	Special Construction Fund	West Shore Tourist Fund	Total (Memorandum Only)
REVENUES				
Taxes	\$ 4,874,416	\$ -	\$ -	\$ 4,874,416
Intergovernmental revenues	282,357	83,476	-	365,833
Investment Income	281,268	747,399	8,125	1,264,152
Other	148,980	-	-	148,980
Total revenues	<u>5,586,021</u>	<u>830,875</u>	<u>8,125</u>	<u>6,425,021</u>
EXPENDITURES				
Executive	81,692	-	-	81,692
General administrative	573,383	-	-	573,383
Public maintenance	1,778,334	126,213	121,880	2,026,427
Police department	283,398	-	-	283,398
Capital outlay	628,754	-	-	628,754
Total expenditures	<u>3,295,557</u>	<u>126,213</u>	<u>121,880</u>	<u>3,543,650</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>2,290,464</u>	<u>704,662</u>	<u>6,245</u>	<u>3,001,371</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in	-	1,000,000	-	1,000,000
Operating transfers out	(1,000,000)	-	-	(1,000,000)
Total other financing sources (uses)	<u>(1,000,000)</u>	<u>1,000,000</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENSES AND OTHER USES	<u>1,290,464</u>	<u>1,704,662</u>	<u>6,245</u>	<u>3,001,371</u>
GENERAL FUND BEGINNING OF YEAR	<u>8,704,149</u>	<u>26,800,880</u>	<u>665,373</u>	<u>36,170,402</u>
END OF YEAR	<u>\$ 9,994,613</u>	<u>\$ 28,505,542</u>	<u>\$ 671,618</u>	<u>\$ 39,171,773</u>

The accompanying notes are an integral part of the statements.

**PENNSYLVANIA LIGHTS DISTRICT
REGULATION OF GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO
THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2002**

Total Net Changes in Fund Balance for year ended June 30, 2002	\$ 1,340,817
Add: Capital outlay which is considered expenditures	629,798
Less: Depreciation expense for year ended June 30, 2002	(211,899)
Less: Excess of compensated absences earned over compensated absences used	<u>(18,219)</u>
Total changes in Net Assets, for year ended June 30, 2002	<u>\$ 1,740,507</u>

The notes to the basic financial statements are an integral part of this statement.

PONTCHARTRAIN LEVEE DISTRICT

NOTES TO FINANCIAL STATEMENTS

INTRODUCTION

The Pontchartrain Levee District was created by Louisiana Revised Statutes (LSA-R.S.) 38:206(1). The Levee District includes all or portions of the following parishes: East Baton Rouge, Iberville, Assumption, St. James, St. John the Baptist, and St. Charles. The Levee District primarily provides flood protection for those areas contained in the District. The governing board administers the operations and responsibilities of the Levee District in accordance with provisions of Louisiana statutes. The Board of Commissioners of the Pontchartrain Levee District consists of nine members appointed by the governor.

1. Summary of Significant Accounting Policies

This financial report has been prepared in conformity with GASB Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, issued in June 1999. Component units are required to initially adopt GASB Statement No. 34 for the same reporting period as the primary government. The following is a summary of the District Attorney's significant policies:

A. Basis of Preparation

In April 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local government entities. The GASB has issued a *Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification)*. This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

B. Reporting Entity

GASB Codification Section 2100 has defined the governmental reporting entity to be the State of Louisiana. The Levee District is considered a component unit of the State of Louisiana because the state exercises oversight responsibility in that the governor appoints the commissioners, and public service is rendered within the state's boundaries. The accompanying statements present information only as to the transactions of the Pontchartrain Levee District, a component unit of the State of Louisiana. Annually, the State of Louisiana issues general purpose financial statements, which include the activity contained in the accompanying financial statements.

C. Fund Accounting

The Levee District uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

PONTIAC/HAMLEN LEVEE DISTRICT

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies (continued)

C. Fund Accounting (continued)

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds of the Levee District that are presented in the financial statements are classified as governmental funds.

Governmental funds account for the Levee District's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term debt. Governmental funds of the Levee District include:

1. **General Fund** – the general operating fund of the Levee District and accounts for all financial resources, except those required to be accounted for in other funds.
2. **Capital Projects Fund** - accounts for financial resources received and used for the acquisition, construction, or improvement of capital facilities not reported in the other governmental funds.

D. Basis of Accounting (Measurement Focus)

The GAAPs used prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchanges or non-exchanges (the transactions are recognized when the exchange occurs regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*.

Program Revenues

Program revenues included in the Statement of Activities derive directly from parties outside the District's taxpayers or statutory, as a whole, program revenues reflect the cost of the function to be financed from the District's general revenues.

Fund Financial Statements (FFS)

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present income (i.e., revenues and other financing sources) and expenses (i.e., expenditures and other financing uses) in net current assets.

POINCHARTRAIS LEVEE DISTRICT

NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies (continued)

12. Basis of Accounting / Measurement Basis (continued)

Governmental and Agency Funds are accounted for on the modified accrual basis of accounting. Under this basis of accounting, revenues are recognized in the accounting period in which they become susceptible to accrual - that is, when they become measurable and available to pay current period liabilities. Commissions on fees and bond premiums are reported in the year they are collected by the tax collector. Grants and state appropriations are recorded when the District Attorney is entitled to the funds. Income on investments is recorded when earned. Substantially all other revenues are recorded when received.

Expenditures are generally recognized under the modified accrual basis of accounting, when the related fund liability is incurred. Costs of accumulated unpaid vacation, sick leave and other employee benefit amounts are reported in the period due and payable rather than the period earned by employees, and general long-term obligations, principal and interest payments are recognized only when due.

Transfers between funds that are not expected to be repaid are accounted for as other financing sources.

13. Budget Practices

The proposed General Fund budget for the fiscal year ended June 30, 2002, was completed and made available for public inspection at the Levee District's main office on February 21, 2001, and formally adopted on that date. The budget, which included proposed expenditures and the sources of financing there for the General Fund, was published in the official journal on March 16, 2001. In addition to the budget, the official journal published a solicitation for comments and questions that could be addressed in the public meeting.

All appropriations lapse at year end. The Levee District does not recognize encumbrances. Budget amounts included in the accompanying financial statements include the original adopted budget amounts as amended. The budget practices of the Poinchartrais Levee District are subject to the provisions of LSA-R.S. 38:148.

14. Cash and Certificates of Deposit

Cash includes petty cash, money market accounts, and cash in the state treasury. Under state law, the Poinchartrais Levee District may deposit funds and invest in Certificates of Deposit within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States.

15. Investments

The Poinchartrais Levee District may also invest in bonds, debentures and other instruments which are fully guaranteed by the United States, insured or guaranteed by federal agencies backed by full faith and credit of the United States and issued or guaranteed by United States government instrumentalities which are federally sponsored. Investments are stated at fair value determined by quoted market prices.

Investment income includes interest earned, realized gains and losses and unrealized gains and losses (changes in fair value).

PONTCHARTRAIN LEVEE DISTRICT

NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies (continued)

II. Inventories

Inventories of fuel and motor parts are valued at the lower of cost or market and are recorded as expenditures at the time individual inventory items are purchased. The Levee District uses a periodic inventory system and values its inventory using the first-in, first-out (FIFO) valuation method. Reported inventories are equally offset by a fixed balance reserve that indicates they do not consist of available spendable resources even though they are components of net current assets.

III. Capital Assets

All capital assets are capitalized at historical cost, or estimated historical costs for assets whose actual cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The District maintains a threshold level of \$5000 or more for capitalizing capital assets.

Capital assets are recorded in the GFAPS, but are not reported in the FYS. All capital assets are depreciated using the straight-line method over their estimated useful lives. Surplus assets are sold for an immaterial amount when declared as no longer needed by the District; no salvage value is taken into consideration for depreciation purposes. Useful lives vary from 3 to 7 years.

IV. Compensated Absence

Employees earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave are used to compute retirement benefits.

The cost of unused leave privileges, computed in accordance with GASB-Codification Section C60, is recognized as a current year expenditure in the General Fund when the leave is actually taken. The cost of leave privileges not requiring current resources is recorded in the general long-term obligations account group.

V. Postemployment Health Care and Life Insurance Benefits

The Pontchartrain Levee District provides certain continuing health care and life insurance benefits for its retired employees. The Levee District recognized the cost of providing these retiree benefits as an expenditure when paid during the year.



PONTIAC/TRAIRN LEVER DISTRICT

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies (continued)

L. Total Columns on Statements

The total columns on the statements are captioned Memorandum-Only (overline) to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial positions or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

M. Use of Estimates

In preparing financial statements in conformity with generally accepted accounting principles, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those results.

2. Cash and Certificates of Deposit

At June 30, 2012, the Lever District has cash and Certificates of Deposit (bank balances) totaling \$19,304,079 as follows:

petty Cash	\$ 58
Money market accounts in banks	180,277
Regional and Bank One Treasury Money Trust Funds	512,498
Cash with state treasury	<u>1,689,344</u>
Total cash	<u>1,762,079</u>
Certificates of Deposit	<u>17,542,000</u>
Total cash and certificates of deposit	<u>\$ 19,304,079</u>

PONTCHARTRAIN LEVEE DISTRICT

NOTES TO FINANCIAL STATEMENTS

1. Cash and Certificates of Deposit (continued)

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At June 30, 2002, exclusive of the \$1,899,344 on deposit with the state treasury and the \$512,487 in the Regions Treasury Money Market Trust Funds, the Levee District has \$17,605,631 in deposits (combined bank balances). These deposits are secured from risk by \$793,632 of federal deposit insurance, and \$16,892,080 of pledged securities held by the financial institution's trust department or agent in the District's name (GAAS Category 2).

Cash and cash equivalents include sweepstakes deposits with the state treasury totaling \$1,899,344. Securities pledged for cash in the state treasury is not included in the previous computations as these amounts are secured by fiscal agent banks established by the state treasury independent of the Levee District (GAAS Category 1).

Also included in cash are the Regions Treasury Money Market Trust Funds with balances of \$512,487 as of June 30, 2002. In accordance with GAAS, the investments are not categorized in the three risk categories provided by GAAS because the investments are in a pool of funds and therefore not evidenced by securities that exist in physical or book entry form.

2. Investments

The Pontchartrain Levee District does maintain investment accounts as authorized by LAAS 15:2915.

Investments can be classified according to the level of risk in the entity. Using the following categories, list each type of investment disclosing the carrying amount, market value, and applicable category of risk.

Category 1 - Issued or registered in the entity's name, or securities held by the entity or its agent, in the entity's name.

Category 2 - Uninsured and unpledged with securities held by the company's trust department or agent in the entity's name.

Category 3 - Uninsured and unregistered with securities held by the company, or by its trust department or agent but not in the entity's name.

Certain types of investments cannot appropriately be categorized. These are to be listed separately at the end of the schedule in the space provided.

PONTCHARTRAIN LEVEE DISTRICT

NOTES TO FINANCIAL STATEMENTS

2. Investments (continued)

Investment	Maturity or Date			Reported Amount	Fair Value
	1	2	3		
U.S. Government securities	10,811,102	-	-	10,811,102	10,811,102
Total categorized investments					

3. Receivables

The following is a summary of receivables at June 30, 2002:

	General Fund	Special Construction Fund	West Shore Feasibility Study Fund	Total
Ad valorem taxes	\$ 12,214	\$ -	\$ -	\$ 12,214
Use of money and property interest earnings	465,815	181,200	-	647,015
Total	\$ 478,029	\$ 181,200	\$ -	\$ 659,229

Any immaterial accounts not collected in the subsequent accounting period will be written off to the related revenue accounts.

POINCHARTIN LEVEE DISTRICT

NOTES TO FINANCIAL STATEMENTS

4. Capital Assets

The following presentation states capital assets from the general fixed asset account group at June 30, 2001 and the activity in capital assets to the year ended June 30, 2002:

	Land	Buildings	Equipment	Total
Cost at June 30, 2001 (as reported in the general fixed asset account group)	\$768,882	\$483,577	1,528,896	2,781,355
Items below the established capitalization threshold for capital assets	(-)	(22,943)	(585,234)	(608,177)
Cost of Capital Assets, June 30, 2001	768,882	460,635	943,662	2,173,179
Accumulated Depreciation, June 30, 2001	(-)	(232,745)	(679,783)	(812,528)
Capital assets, net of accumulated depreciation, at June 30, 2001	768,882	227,890	263,879	1,359,651
Cost of Capital Assets, June 30, 2001	768,882	460,635	943,662	2,173,179
Additions	(-)	12,760	612,408	625,168
Cost of Capital Assets, June 30, 2002	768,882	473,395	1,556,070	2,798,347
Accumulated Depreciation, June 30, 2002	(-)	(227,197)	(687,284)	(914,481)
Capital assets, net of accumulated depreciation, at June 30, 2002	768,882	246,198	868,786	1,744,932

5. Pension Plan

The Poinchartrain Levee District contributes to the Louisiana State Employees Retirement System (LASERS), a single employer defined benefit pension plan. LASERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. LASERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to LASERS, 9401 United Plaza Blvd., Baton Rouge, LA 70809 or by calling (225) 922-0808.

Plan members are required to contribute 1.5% of their annual covered salary and Poinchartrain Levee District is required to contribute at an actuarially determined rate. The current rate is 15.6% of annual covered payroll. The contributive requirements of plan members are established by Louisiana Revised Statute 11:181. The contribution requirements of the Poinchartrain Levee District are established under Louisiana Revised Statute 11:181 - 1:184 annually by the Actuarial Pricing Committee. The Levee District's contributions for the years ending June 30, 2001, 2002, 2003, and 2004 were \$242,486, \$122,795 and \$121,608, respectively, equal to the required contributions each year.

PONTIAC/HARTBRAIN LEVEE DISTRICT

NOTES TO FINANCIAL STATEMENTS

6. Post-employment Health Care and Life Insurance Benefits

The Levee District provides certain continuing health care and life insurance benefits for its retired employees. Substantially all the Levee District's employees become eligible for these benefits if they reach normal retirement age while working for the Levee District. These benefits for retirees and similar benefits for active employees are provided through the State Employees Group Benefits Program whose monthly premiums are paid jointly by the employees and the Levee District. The Levee District recognizes the cost of providing these benefits as an expenditure when paid during the year. For the year ended June 30, 2002, the cost of providing benefits for 45 retirees totaled \$124,591.

7. Compensated Absences

At June 30, 2002, employees of the Levee District have accumulated and vested \$126,127 of employees leave benefits, which was computed in accordance with GASB Codification Section 160. This amount is recorded within the general long-term obligations account group.

8. Changes in General Long-Term Obligations

The following is a summary of the long-term obligation transactions for the year ended June 30, 2002:

	Long-Term Obligations Payable at July 1, 2001	Additions	Deletions	Long-Term Obligations Payable at June 30, 2002
Compensated absences	\$ 119,896	\$ 79,228	\$ -	\$ 126,127

9. Litigation and Claims

The Levee District is a defendant or co-defendant in several lawsuits. In the opinion of legal counsel for the Levee District, resolution of the cases involving negligence will not result in judgments against the Levee District in excess of amounts routinely received by insurance. Furthermore, the anticipated outcome of suits claiming compensation for property taken by the Levee District will be resolved either in the favor of the Levee District or without involvement which are considered material to the financial statements.

POSTCHATHRAIN LEVEE DISTRICT

NOTES TO FINANCIAL STATEMENTS

10. Intergovernmental Revenues

The following is a summary of intergovernmental revenues at June 30, 2002:

	General Fund	Special Construction Fund	Water Shown Possibility Study Fund	Total
State revenue sharing Department of Transportation & Development	\$ 282,107	\$ -	\$ -	\$ 282,107
Total	\$ 282,107	\$ 87,676	\$ -	\$ 369,783

11. Construction Commitments

Lake Pontchartrain and Vicinity Hurricane Protection Project

The Federal government has agreed to finance 70 percent of the cost of the Lake Pontchartrain and Vicinity Hurricane Protection Project, and the Pontchartrain Levee District will pay the remaining 30 percent of the cost. This agreement is in accordance with the Flood-Control Act of 1965 as modified by the Water Resources Development Act of 1994. Local non-federal sources are required to pay at least 30 percent of the total project costs for the St. Charles portion of the Lake Pontchartrain and Vicinity Hurricane Protection Project.

The local and non-federal portion of the project is estimated to be \$28,281,520. The Pontchartrain Levee District has entered into an agreement with St. Charles Parish whereby the Pontchartrain Levee District will pay 88 percent of the non-federal portion of project costs, and St. Charles Parish will provide the remaining 12 percent.

St. Charles Parish's 20 percent commitment will be paid in 25 annual installments due and payable before the 15th day of June of each year, commencing on June 15, 1991. Due to the decrease in the estimated project cost, St. Charles Parish was not billed for the required annual installment. Therefore, no funds were received from St. Charles Parish in 2002 for its portion of the non-federal portion of this project.

Section 9 of Act 45 of the 1990 Capital Outlay Appropriations provided that all of the funds appropriated for ports and levee districts shall be administered under cooperative endeavor agreements. On February 9, 1990, the Pontchartrain Levee District entered into a cooperative endeavor agreement with the Louisiana Department of Transportation and Development (DOTD). These funds were used to provide the required cost match for the cost of the Lake Pontchartrain and Vicinity Hurricane Protection Project. From inception through June 30, 2002, the Pontchartrain Levee District's total accumulated expenditures for this project were \$26,182,999.

PONTCHARTRAIN LEVEE DISTRICT

NOTES TO FINANCIAL STATEMENTS

11. Construction Commitments (continued)

The total estimated remaining cost to be incurred by the Pontchartrain Levee District is \$5,098,521. These project costs are estimates and the amounts could change by material amounts within the next year.

West Shore Feasibility Study

The Pontchartrain Levee District has entered into an agreement with the U.S. Corps of Engineers whereby the Corps will conduct a "Feasibility Phase Study" to assess the merit of Federal interest in participating in studies to the problem of hurricane protection and flood control in St. John the Baptist Parish. The Water Resources Act of 1998 requires local non-federal funding of 50% of the study cost.

The local non-federal portion of the study is estimated to be \$1,325,808. The Pontchartrain Levee District has entered into an agreement with St. John the Baptist Parish whereby the Pontchartrain Levee District will pay 77.5% of the non-federal portion of the study cost, and St. John the Baptist Parish will provide the remaining 22.5%.

The Pontchartrain Levee District has received no funding from St. John the Baptist Parish for the year ended June 30, 2002. The estimated remaining amount to be received from St. John the Baptist Parish is \$150,075.

From inception through June 30, 2002, the Pontchartrain Levee District's total accumulated expenditures for this project were \$801,808. The estimated remaining cost to be incurred by the Pontchartrain Levee District is \$904,080.

These study costs are estimates and the amounts could change by material amounts within the next year.

12. Levee District Taxes

Article 6, Section 39 of the 1974 Louisiana Constitution provides that for the purpose of constructing and maintaining levees, levee drainage, flood protection, hurricane flood protection, and for all other purposes incidental thereto, the Levee District may levy annually a tax not to exceed five mills. If the Levee District needs to raise additional funds in excess of that amount collected constitutionally, this tax in excess of five mills must be approved by a majority vote of the electors. The Levee District has levied a tax of 5.74 mills.

PONTCHARTRAIN LEVEE DISTRICT

NOTES TO FINANCIAL STATEMENTS

13. Changes in Accounting Principles

For the year ended June 30, 2002, the District has implemented GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*, and GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. At June 30, 2002 there was no effect on fund balance as a result of the implementation of GASB 33.

GASB Statement No. 34 creates new basic financial statements for reporting on the District financial activities. The financial statements now include government-wide financial statements prepared on the accrual basis of accounting, and fund financial statements which present information for individual major funds rather than by fund type which had been the method of presentation in previously issued financial statements. Non-major funds are presented in total in one column in the fund financial statements.

The implementation of GASB Statement No. 34 caused the opening fund balance at December 31, 2000 to be restated in terms of Net Assets as follows:

Governmental Funds' Fund Balance, June, 2001		\$58,249,433
Add: Capital Assets as of June 30, 2001:		
Cost	\$ 2,158,479	
Accumulated Depreciation	(832,648)	(1,326,831)
Subtotal: Capitalized Assets		(115,899)
Net Assets as June 30, 2001		\$ 56,932,534

14. Infrastructure

The Pontchartrain Levee District does not own any infrastructure. The United States Corps of Engineers owns the levees and provides the major maintenance on the levees. The levees along the Mississippi River were built by the Corps of Engineers to control flooding from the river. The area that the Pontchartrain Levee District provides minor maintenance to is the industrial corridor along the river. As such the levees provide vital protection to the large petrochemical industries located along the river from the annual spring rise in river levels. The following is a description of the infrastructure that the Pontchartrain Levee District provides minor maintenance to:

Mississippi River & Tributaries Levee

The Pontchartrain Levee District provides minor maintenance such as grass cutting along the east bank of the levee from East Baton Rouge Parish to St. Charles Parish which is approximately 115 miles long. The approximate cost of the levee as determined by the Corps of Engineers is \$464,064 per mile for the total cost of \$52,667,340.

SUPPLEMENTAL INFORMATION



PONTCHARTRAIN LEVEE DISTRICT

SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS

For the Year Ended June 30, 2002

PER DIEM PAID BOARD MEMBERS

The schedule of per diem paid to the board members of the Pontchartrain Levee District is presented in compliance with House Concurrent Resolution No. 54 of the 1879 Session of the Louisiana Legislature. Per diem payments are authorized by Louisiana Revised Statute 35:508 and are included in the general administrative expenditures of the General Fund. Board members are paid \$75 per meeting for up to 36 meetings each year.

	Year Ended June 30, 2002
Darry Baptiste	\$ 2,250
Joan Barley	2,700
LeVonne Brown	2,700
Ronell Casalis	2,250
Webb Harbison	2,700
David Labadie	2,700
Barbara Thibaut	2,700
Steve Wilson	2,700
Total	\$ 20,400

OTHER REPORTS REQUIRED

BY

CERTIFIED PUBLIC ACCOUNTANTS





Paschall, Neill & Neillville

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**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT ACCOUNTING STANDARDS**

Board of Levee Commissioners of
Parasharain Levee District
State of Louisiana
Lakeview, Louisiana

We have audited the financial statements of Parasharain Levee District, a component unit of the State of Louisiana, as of and for the year ended June 30, 2002, and have issued our report thereon dated August 12, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Parasharain Levee District's, a component unit of the State of Louisiana, financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Parasharain Levee District's, a component unit of the State of Louisiana, internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the District's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. The reportable condition is described in the accompanying schedule of findings and questioned costs as item B-1.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not induce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition described above is not a material weakness.

This report is intended solely for the information and use of the Board of Commissioners, management, others within the organization, and the Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties.

Pattilowat & Pettinelli

Bonhamsville, Louisiana
August 22, 2002

PONTCHARTRAIN LEVEE DISTRICT

Larabur, Louisiana

SCHEDULE OF FINDINGS AND QUESTIONED COSTS YEAR ENDED JUNE 30, 2002

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expressed an unqualified opinion of the financial statements of the Pontchartrain Levee District.
2. One reportable condition relating to the audit of the financial statements is reported at B-1 in this schedule. This condition is not a material weakness.
3. No instances of noncompliance material to the financial statements of the Pontchartrain Levee District were disclosed during the audit.

B. REPORTABLE CONDITION

1. Lack of Segregation of Duties

Condition: The performance of accounting procedures is limited to two people.

Criteria: Internal controls should be in place that provide reasonable assurance that financial transactions are properly recorded and accounted for. Segregation of duties is an integral part of internal controls.

Effect: There is insufficient segregation of duties to have effective internal control.

Recommendation: No action is recommended.

Response: We concur in the finding and recommendation. Compensating controls exist in that the Board reviews all invoices before they are paid and the majority of revenue is received directly by the State Treasury. Additionally, it would not be cost-effective to increase the size of the staff to achieve effective segregation of duties.

PONTCHARTRAIN LEVEE DISTRICT
Jarvis, Louisiana

SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2002

A. INTERNAL CONTROL AND COMPLIANCE

1. This District had no findings in the prior year.

REQUIRED SUPPLEMENTAL INFORMATION

DIVISION OF ADMINISTRATION, OFFICE OF STATEWIDE

REPORTING AND ACCOUNTING POLICY REPORTING PACKAGE



REQUIRED SUPPLEMENTAL INFORMATION

GOVERNMENTAL ACCOUNTING STANDARDS BOARD



**PONDICHAIR NAGAL LEVER DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 1992**

	BUDGET		ACTUAL Expenditure (Data)	VARIANCE WITH FUNDAL BUDGET Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 1,900,602	\$ 4,389,150	\$ 4,004,406	\$ (384,744)
Inter-governmental revenues	215,400	295,400	382,181	86,781
Investment Income	486,100	486,100	507,268	21,168
Other	76,400	171,652	165,860	(5,792)
Total revenues	<u>4,682,502</u>	<u>5,342,302</u>	<u>5,059,715</u>	<u>(282,587)</u>
EXPENDITURES				
Executive	79,050	86,150	95,690	4,490
General administrative	265,850	679,500	177,360	(492,150)
Lever maintenance	1,609,500	1,876,000	1,770,034	(105,966)
Police Department	289,800	214,183	308,196	93,993
Capital outlay	482,400	771,000	685,196	(85,804)
Total expenditures	<u>3,166,600</u>	<u>3,536,833</u>	<u>3,936,376</u>	<u>398,533</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,515,902</u>	<u>1,795,469</u>	<u>1,123,339</u>	<u>672,130</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in	-	-	-	-
Operating transfers out	(1,680,000)	(1,680,000)	(1,680,000)	-
Total other financing sources (uses)	<u>(1,680,000)</u>	<u>(1,680,000)</u>	<u>(1,680,000)</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>71,902</u>	<u>115,469</u>	<u>443,339</u>	<u>327,874</u>
SURPLUS (DEFICIT)				
ENDING OF YEAR	<u>\$ 795,100</u>	<u>\$ 795,100</u>	<u>\$ 795,100</u>	<u>-</u>
END OF YEAR	<u>\$ 8,666,502</u>	<u>\$ 9,178,195</u>	<u>\$ 8,964,750</u>	<u>\$ 213,445</u>

The accompanying notes are an integral part of this statement.

**STATE OF LOUISIANA
PORTCHARTRAIN LEVEE DISTRICT (BTA)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2002**

The Management's Discussion and Analysis of the Portchartrain Levee District's (BTA) financial performance presents a narrative overview and analysis of Portchartrain Levee District's (BTA) financial activities for the year ended June 30, 2002. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the Portchartrain Levee District's (BTA) financial statements, which begin on page ____.

FINANCIAL HIGHLIGHTS

- The Portchartrain Levee District's (BTA) assets exceeded its liabilities at the close of fiscal year 2002 by \$34,526,422 which represents a 6.7% increase from last fiscal year. Total net assets increased by \$2,609,800 (or 9.5%).
- The Portchartrain Levee District's (BTA) revenue increased \$2,345,886 (or 8.7%).

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board Statement 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*.



STATE OF LOUISIANA
PONTCHARTRAIN LEVEE DISTRICT (BTA)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2002

These financial statements consist of three sections - Management's Discussion and Analysis (This section), the basic financial statements (including the notes to the financial statements), and required supplementary information.

Basic Financial Statements

The basic financial statements present information for the Pontchartrain Levee District (BTA) as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Statement of Net Assets; the Statement of Revenues, Expenses, and Changes in Fund Net Assets; and the Statement of Cash Flows.

The Statement of Net Assets (page 28) presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the financial position of the Pontchartrain Levee District (BTA) is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Fund Net Assets (page 40) presents information showing how Pontchartrain Levee District's (BTA) assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Cash Flow Statement (pages 42-43) presents information showing how Pontchartrain Levee District's (BTA) cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income(loss) to net cash provided/(used) by operating activities (indirect method) as required by GASB 34.



STATE OF LOUISIANA
PORTCHARTRAIN LEVEE DISTRICT (BTA)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2002

FINANCIAL ANALYSIS OF THE ENTITY

		Total	
		2002	2001
Current and other assets	\$	32,698,728	\$ 30,418,937
Capital assets		1,740,332	1,328,091
Total assets		<u>34,439,060</u>	<u>31,747,028</u>
Other liabilities		184,877	181,884
Compensated Absences Payable		128,327	115,090
Total liabilities		<u>313,204</u>	<u>296,974</u>
Net assets:			
Invested in capital assets, net of debt		1,740,332	1,328,091
Unrestricted		32,498,728	29,113,204
Total net assets	\$	<u>34,439,060</u>	<u>31,441,295</u>

Net assets of Portchartrain Levee District's (BTA) increased by \$2,748,880, or 8.7%, from June 30, 2001 to June 30, 2002.

**STATE OF LOUISIANA
PORTCHARTRAIN LEVEE DISTRICT (BTA)
MANAGEMENT'S DISCLOSURE AND ANALYSIS
AS OF JUNE 30, 2002**

**Statement of Revenues, Expenses, and Changes in Fund Net Assets
For the year ended June 30, 2002**

	<u>Total</u>
	<u>2002</u>
Operating revenues	\$
Operating expenses	<u>2,627,819</u>
Operating income/(loss)	<u>(2,875,854)</u>
Non-operating income/(expenses)	<u>9,299,504</u>
Income/(loss) before transfers	<u>6,423,650</u>
Transfers in	<u> </u>
Transfers out	<u> </u>
Net income/(loss) in net assets	\$ <u>6,423,650</u>

The Portchartrain Levee District's (BTA) total revenues increased by \$ 292,885 or (4.6%).

STATE OF LOUISIANA
PONTCHARTRAIN LEVEE DISTRICT (PLD)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2002

CAPITAL ASSET

Capital Assets

At the end of 2002, the Pontchartrain Levee District (PLD) had \$1,740,332 invested in a broad range of capital assets, including land, building, and equipment.
(See Table below).
This amount represents a net increase (including additions and deductions) of \$454,301, or 26.2%, over last year.

Capital Assets at Year-end
(Net of Depreciation, in thousands)

	<u>2002</u>	<u>2001</u>
Land	\$ 765,082	\$ 355,362
Buildings	247,278	348,790
Equipment	<u>728,032</u>	<u>342,958</u>
Total	\$ <u>1,740,332</u>	\$ <u>1,037,110</u>

This year's major additions included (in thousands):

- Purchase of tractors and mowers totaling approximately \$200,000.
- Purchase of an excavator for \$80,000.

VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS

Revenues were approximately \$88,681 million over/under budget and expenditures were \$394,574 less than budget, due in part to reduction in expenditures for capital outlay.

**STATE OF LOUISIANA
PONTCHARTRAIN LEVEE DISTRICT (BTA)
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2002**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Pontchartrain Levee District's (BTA) elected and appointed officials considered the following factors and indicators when setting next year's budget, rates, and fees. These factors and indicators include:

- Property tax millages will be the same as prior years.
- Expenditures are expected to remain consistent with current years.

The Pontchartrain Levee District (BTA) expects that next year's results to be consistent with the current year.

CONTACTING THE PONTCHARTRAIN LEVEE DISTRICT'S (BTA) MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the Pontchartrain Levee District's (BTA) finances and to show the Pontchartrain Levee District's (BTA) accountability for the money it receives. If you have questions about this report or need additional financial information, contact: *Clarence Rouds*.



STATE OF LOUISIANA
 PONCHARTRAIN LEVEE DISTRICT
 STATEMENT OF NET ASSETS
 JUNE 30, 2002

ASSETS

CURRENT ASSETS:

Cash	\$ 1,712,009
Certificates of deposit	17,569,680
Investments	12,916,122
Receivables	468,027
Inventory	14,898
Total current assets	<u>\$32,680,726</u>

NONCURRENT ASSETS:

Capital assets, net of accumulated depreciation	<u>1,740,332</u>
Total noncurrent assets	<u>1,740,332</u>
Total assets	<u>\$ 34,421,058</u>

LIABILITIES

CURRENT LIABILITIES:

Accounts payable	\$ 69,840
Salaries and wages payable	27,134
Accrued liabilities	2,908
Deposits held	<u>5,808</u>
Total current liabilities	<u>105,690</u>

NON-CURRENT LIABILITIES:

Compensated absences payable	<u>125,127</u>
Total long-term liabilities	<u>125,127</u>
Total liabilities	<u>\$231,817</u>

NET ASSETS

Invested in capital assets, net of related debt	1,740,332
Unrestricted	<u>32,680,726</u>
Total net assets	<u>\$34,421,058</u>
Total liabilities and net assets	<u>\$ 34,421,058</u>

The accompanying notes are an integral part of this financial statement.

STATE OF LOUISIANA
 PONTCHARTRAIN LEVEE DISTRICT
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
 YEAR ENDED JUNE 30, 2002

<u>OPERATING REVENUES</u>	<u>\$ -</u>
<u>OPERATING EXPENSES</u>	
Cost of services	2,352,385
Administrative	577,385
Depreciation	211,897
Total operating expenses	<u>3,141,667</u>
Operating income (loss)	<u>(3,141,667)</u>
<u>NON-OPERATING REVENUES (EXPENSES)</u>	
Intergovernmental revenues (expenses)	376,783
Taxes	4,874,496
Use of money and property	1,264,352
Other	168,586
Total non-operating revenues (expenses)	<u>6,684,217</u>
Change in net assets	<u>3,542,550</u>
Total net assets - beginning as related	<u>31,458,985</u>
Total net assets - ending	<u>\$ 34,206,435</u>

The accompanying notes are an integral part of this financial statement.

STATE OF LOUISIANA
PORT/HARBOR/RAIL LEVY DISTRICT
STATEMENT OF ACTIVITIES
JUNE 30, 2002

	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenues and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Levee Maintenance:	<u>\$ 3,141,640</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 91,676</u>	<u>\$ (3,049,964)</u>
General revenues:					
Taxes					4,004,416
State appropriations					281,101
Investment income					1,364,192
Miscellaneous					188,988
Total general revenues, special items, and transfers					<u>5,738,697</u>
Change in net assets					<u>2,738,733</u>
Net assets - beginning					<u>21,450,565</u>
Net assets - ending					<u>\$ 24,189,298</u>

The accompanying notes are an integral part of this financial statement.



STATE OF LOUISIANA
 PORT HARBOR LEVEE DISTRICT
 STATEMENT OF CASH FLOWS
 YEAR ENDED JUNE 30, 2002

<u>Cash flows from operating activities</u>	
Cash payments to suppliers for goods and services	\$(1,719,190)
Cash payments to employees for services	(1,251,202)
Net cash used by operating activities	<u>(2,970,392)</u>
<u>Cash flows from non-capital financing activities</u>	
Intergovernmental revenues	406,824
Taxes	4,884,212
Other	<u>168,986</u>
Net cash provided by non-capital financing activities	<u>4,459,972</u>
<u>Cash flows from capital and related financing</u>	
Acquisition/construction of capital assets	<u>(628,198)</u>
Net cash used by capital and related financing activities	<u>(628,198)</u>
<u>Cash flows from investing activities</u>	
Purchase of investment securities	(32,911,122)
Change in certification of deposit	(4,197,559)
Interest and dividends earned on investment securities	<u>861,731</u>
Net cash used by investing activities	<u>(36,246,950)</u>
Net increase (decrease) in cash and cash equivalents	(35,183,918)
Cash and cash equivalents at beginning of year	<u>16,898,027</u>
Cash and cash equivalents at end of year	<u><u>\$ 1,714,109</u></u>

The accompanying notes are an integral part of this statement.

STATE OF LOUISIANA
 PORTCHARTRAIS LEVEE DISTRICT
 STATEMENT OF CASH FLOWS
 YEAR ENDING JUNE 30, 2001

Reconciliation of operating income (loss) to net cash provided (used) by operating activities:

Operating (loss)		\$(3,141,643)
Adjustments to reconcile operating income (loss) to net cash		
Depreciation/amortization	213,697	
Changes in assets and liabilities:		
(Increase)/decrease in inventories	5,357	
Increase (decrease) in accounts payable	(34,459)	
Increase (decrease) in salaries payable	4,907	
Increase (decrease) in accrued liabilities	(26,575)	
Increase (decrease) in compensated absences	16,228	
		170,565
Net cash used by operating activities		<u><u>\$2,970,805</u></u>

The accompanying notes are an integral part of this statement.

**STATE OF LOUISIANA
PONTCHARTRAIN LEVEE DISTRICT (PLD)
NOTES TO THE FINANCIAL STATEMENT
AS OF JUNE 30, 2002**

INTRODUCTION

The Pontchartrain Levee District (PLD) was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute (LSR) 33:207(1). The following is a brief description of the operations of Pontchartrain Levee District (PLD) which includes the participants in which the (PLD) is located:

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF ACCOUNTING

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Certification of Governmental Accounting and Financial Reporting Standards (GASB Certification). This certification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of Pontchartrain Levee District present information only as to the transactions of the programs of the Pontchartrain Levee District as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement basis applied.

The accounts of the Pontchartrain Levee District are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration - Office of Statistical Reporting and Accounting Policy as follows:

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

Expense Recognition

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

STATE OF LOUISIANA
PORTCHARTRAIN LEVEE DISTRICT (PTA)
NOTES TO THE FINANCIAL STATEMENT
AS OF JUNE 30, 2002

B. BUDGETARY ACCOUNTING

The appropriations made for the operations of the various programs of the Portchartrain Levee District (PTA) are annual lapping appropriations.

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.
3. Budget revisions are granted by the Joint Legislative Budget Committee, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
4. The budgetary information included in the financial statements include the original appropriation plus subsequent amendments as follows:

		<u>APPROPRIATIONS</u>
Original approved budget	\$	4,827,280
Amendments:		
May 28, 2002		<u>58,180</u>
Final approved budget	\$	<u>4,885,460</u>

C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

1. DEPOSITS WITH FINANCIAL INSTITUTIONS

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the Portchartrain Levee District (PTA) may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the (PTA) may invest in time certificates of deposit of state banks organized under the laws of Louisiana, national banks having their principal office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows, all highly liquid investments (including restricted assets with a maturity of three months or less when purchased) are considered to be cash equivalents.



STATE OF LOUISIANA
PORTCHARTRAIN LEVEE DISTRICT (STA)
NOTES TO THE FINANCIAL STATEMENT
AS OF JUNE 30, 2002

C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (continued)

1. DEPOSITS WITH FINANCIAL INSTITUTIONS (continued)

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be insured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer. The deposits at June 30, 2002, were secured as follows:

	Deposits in bank accounts			
	Cost	Costless if Pledged	Other (Described)	Total
Deposits in bank accounts per balance sheet	\$ 99,872	\$ 12,992,000	\$ -	\$ 12,991,872
Bank balances:				
1. Insured or collateralized with securities held by the entity in its agency in the entity's name	99,872	200,000	-	299,872
2. Collateralized with securities held by the pledging institution's trust department or agent in the entity's name	-	18,892,000	-	18,892,000
3. Uncollateralized, including any securities held for the entity but not in the entity's name	-	-	-	-
Total bank balances	\$ 99,872	\$ 12,992,000	\$ -	\$ 12,991,872

The following is a breakdown by banking institution, program, account number, and amount of the balances shown above:

Banking institution	Program	Amount
1. Regions Bank	General Fund	\$ 1,172,800
2. Regions Bank	Capital Projects Fund	888,811
3. Marine Federal Bank	Capital Projects Fund	1,000,000
4. Greater Building & Loan	General Fund	100,000
5. American Bank	Capital Projects Fund	847,800
6. Citibank	General Fund	500,000
7. Citibank National Bank	General Fund	8,500,000
8. Citibank National Bank	Capital Projects Fund	8,892,000
9. United Community Bank	General Fund	180,000
Total		\$ 12,991,872

STATE OF LOUISIANA
PORTCHARTRAIN LEVEE DISTRICT (DTA)
NOTES TO THE FINANCIAL STATEMENT
AS OF JUNE 30, 2002

0. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS(continued)

1. DEPOSITS WITH FINANCIAL INSTITUTIONS(continued)

Cash in State Treasury, cash in money market fund and petty cash are not required to be reported in the note disclosures. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included in the balance sheet.

Cash in State Treasury	\$ 1,898,544
Petty cash	\$ 50
Cash in Money Market Fund	<u>512,487</u>

2. INVESTMENTS

The Portchartrain Levee District (DTA) does maintain investment accounts as authorized by 33:2865.

Investments can be classified according to the level of risk to the entity. Using the following categories, list each type of investment disclosing the carrying amount, market value, and applicable category of risk.

Category 1 - Insured or registered in the entity's name, or securities held by the entity or its agent in the entity's name.

Category 2 - Uninsured and unregistered with securities held by the counterpart's trust department or agent, in the entity's name.

Category 3 - Uninsured and unregistered with securities held by the counterpart, or by its trust department or agent but not in the entity's name.

Certain types of investments cannot appropriately be categorized. Those are to be listed separately at the end of the schedule in the space provided.

Investments	Category of Risk			Reported Amount	Fair Value
	1	2	3		
U.S. Government securities	12,811,122	-	-	12,811,122	12,811,122
Total categorized investments					



STATE OF LOUISIANA
PONTCHARTRAIN LEVEE DISTRICT (SLA)
NOTES TO THE FINANCIAL STATEMENT
AS OF JUNE 30, 2002

D. CAPITAL ASSETS

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the statement of net assets of the entity and are capitalized at cost. Depreciation of all depreciable fixed assets used by the entity are charged as an expense against operations. Accumulated depreciation is reported on the balance sheet. Depreciation for financial reporting purposes is computed by the straight-line method over the useful lives of the assets.

	For ended June 30, 2002				For ended June 30, 2001	
	Balance 6/30/2002	Additions	Transfers	Retirements	Balance 6/30/2001	Adjusted Balance
Capital assets not being depreciated						
Land	750,000	—	—	—	750,000	750,000
Total capital assets not being depreciated	<u>750,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>750,000</u>	<u>750,000</u>
Other capital assets						
Equipment	1,520,000	675,000	—	—	2,195,000	1,560,000
Less accumulated depreciation	<u>825,000</u>	<u>190,000</u>	<u>—</u>	<u>—</u>	<u>800,000</u>	<u>821,000</u>
Total furniture, fixtures, and equipment	<u>695,000</u>	<u>485,000</u>	<u>—</u>	<u>—</u>	<u>1,395,000</u>	<u>739,000</u>
Buildings and improvements						
Buildings	480,000	12,000	—	—	492,000	414,000
Less accumulated depreciation	<u>271,000</u>	<u>14,000</u>	<u>—</u>	<u>—</u>	<u>270,000</u>	<u>270,000</u>
Total buildings and improvements	<u>209,000</u>	<u>2,000</u>	<u>—</u>	<u>—</u>	<u>222,000</u>	<u>144,000</u>
Total other capital assets	<u>1,004,000</u>	<u>487,000</u>	<u>—</u>	<u>—</u>	<u>1,617,000</u>	<u>1,053,000</u>
Capital Asset Summary:						
Capital assets not being depreciated	750,000	—	—	—	750,000	750,000
Other capital assets, net	<u>1,004,000</u>	<u>487,000</u>	<u>—</u>	<u>—</u>	<u>1,617,000</u>	<u>1,053,000</u>
Total cost of capital assets	<u>1,754,000</u>	<u>487,000</u>	<u>—</u>	<u>—</u>	<u>2,367,000</u>	<u>1,803,000</u>
Less accumulated depreciation	<u>825,000</u>	<u>214,000</u>	<u>—</u>	<u>—</u>	<u>1,070,000</u>	<u>1,084,000</u>
Capital assets, net	<u>929,000</u>	<u>273,000</u>	<u>—</u>	<u>—</u>	<u>1,297,000</u>	<u>719,000</u>

STATE OF LOUISIANA
POWTHACHATRAIN LEVEE DISTRICT (BTA)
NOTES TO THE FINANCIAL STATEMENT
AS OF JUNE 30, 2002

I. INVENTORIES

The unit's inventories are valued at lower of cost or market using the first in first out (FIFO) method of valuation. These are perpetual inventories and are expensed when used.

II. LEAVE

Employees earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of accrued annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, accrued annual leave in excess of 300 hours plus accrued sick leave is used to compute retirement benefits.

III. RETIREMENT SYSTEM

Substantially all of the employees of the (BTA) are members of the La State Employees Retirement System (System), a cost sharing multiple-employer, defined benefit pension plan. The System is a statewide public employees retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees.

All full-time (BTA) employees are eligible to participate in the System. Benefits vest with 10 years of service. At retirement age, employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service.

Vested employees are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, vested employees have the option of reduced benefits at any age with 20 years of service. The System also provides death and disability benefits. Benefits are established or amended by state statute. The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the State Employees Retirement System, Post Office Box 4-0113, Baton Rouge, Louisiana 70804-0213, or by calling (225) 837-0808 or (800) 250-5808.

Members are required by state statute to contribute 7.5% of gross salary, and the (BTA) is required to contribute at an actuarially determined rate as required by R.S. 11:100. The contribution rate was 15% for the fiscal year ended June 30, 2002, June 30, 2001 and 2000, respectively. The (BTA) contributions to the System for the years ending June 30, 2002, 2001, and 2000, were \$146,468, \$122,706, and \$122,668, respectively, equal to the required contributions for each year.



STATE OF LOUISIANA
PONTCHARTRAIN LEVEE DISTRICT (BTA)
NOTES TO THE FINANCIAL STATEMENT
AS OF JUNE 30, 2002

H. POST RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

Substantially all (BTA) employees become eligible for post employment health care, dental and life insurance benefits if they reach normal retirement age while working for the (BTA). These benefits for retirees and similar benefits for active employees are provided through an insurance company whose premiums are paid jointly by the employee and the (BTA). For 2001, the cost of providing these benefits for the 38 retirees totaled \$116,327.

The Pontchartrain Levee District (BTA) provides certain continuing health care and life insurance benefits for its retired employees. Substantially all (BTA) employees become eligible for these benefits if they reach normal retirement age while working for the (BTA). These benefits for retirees and similar benefits for active employees are provided through an insurance company whose monthly premiums are paid jointly by the employee and by the (BTA). The (BTA)'s cost of providing retiree health care and life insurance benefits are recognized as expenditures when the monthly premiums are paid. For the year ended June 30, 2002 the costs of 45 retiree benefits totaled \$184,891.

I. LONG-TERM LIABILITIES

The following is a summary of long-term debt transactions of the entity for the year ended June 30, 2002:

	Year ended June 30, 2002			
	Balance June 30, 2001	Additions	Reductions	Balance June 30, 2002
Other liabilities:				
Compensated absences payable	\$ 173,800	\$ 15,258	\$ _____	\$ 189,058

J. LITIGATION

1. The Pontchartrain Levee District (BTA) is not a defendant in litigation as of June 30, 2002.



**STATE OF LOUISIANA
PONTCHARTRAIN LEVEE DISTRICT (BLA)
NOTES TO FINANCIAL STATEMENT
AS OF JUNE 30, 2002**

K. DEAGGREGATION OF RECEIVABLE BALANCES

Receivables at June 30, 2002, were as follows:

Activity	Taxes	Receivables from other Governments	Other Receivables	Total Receivables
General Fund	\$ 12,814	\$ -	\$ 60,810	\$ 72,827
Special Construction Fund	-	-	300,202	300,202
Gross receivables	\$ 12,814	\$ -	\$ 450,810	\$ 463,626
Less allowance for uncollectible accounts	-	-	-	-
Receivables, net	\$ 12,814	\$ -	\$ 450,810	\$ 463,626

L. DEAGGREGATION OF PAYABLE BALANCES

Payables at June 30, 2002, were as follows:

Activity	Vendors	Salaries and Benefits	Other Payables	Total Payables
General Fund	\$ 35,606	\$ 37,734	\$ 2,380	\$ 75,720
Special Construction Fund	50,959	-	-	50,959
West Shore Feasibility Fund	280	-	-	280
Total payables	\$ 86,845	\$ 37,734	\$ 2,380	\$ 126,959

III. DUE TO/DUE FROM AND TRANSFERS

1. List by fund type the amounts due from other funds debited by individual fund at your fiscal year end:

Type of Fund	Name of Fund	Amount
Capital Projects Fund		1,080,000
Total due from other funds		\$ 1,080,000

STATE OF LOUISIANA
PONTCHARTRAIN LEVEE DISTRICT (D7A)
NOTES TO FINANCIAL STATEMENT
AS OF JUNE 30, 2002

III. DUE TO/LE FROM AND TRANSFERS (continued)

2. List by fund type the amounts due to other funds detailed by individual fund at fiscal year end:

Type of Fund	Name of Fund	Amount
General Fund	General Fund	\$ 1,000,000
Total transfers to other funds		\$ 1,000,000

3. List by fund type all transfers from other funds for the fiscal year:

Type of Fund	Name of Fund	Amount
Capital Projects Fund	Special Construction Fund	\$ 1,000,000
Total transfers from other funds		\$ 1,000,000

4. List by fund type all transfers to other funds for the fiscal year:

Type of Fund	Name of Fund	Amount
General Fund	General Fund	\$ 1,000,000
Total transfers to other funds		\$ 1,000,000

M. PRIOR-YEAR RESTATEMENT OF NET ASSETS

Governmental Funds/ Fund , June, 2001		30,248,433
Add: Capital Assets as of June 30, 2001:		
Cost	2,185,478	
Accumulated Depreciation	(852,645)	1,328,001
Subtotal: Capital Assets		1,328,001
Subtract: Compensated Absences		(115,000)
Net Assets at June 30, 2001		\$31,248,585



STATE OF LOUISIANA
 FORTCHARTRAIN LEVEE DISTRICT (RTA)
 SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
 AS OF JUNE 30, 2002

<u>Name</u>	<u>Amount</u>
Henry Caplan	\$ 2,500
Jeanne Bailey	2,700
Laverne Brouss	2,500
Kenneth Gaudin	2,200
Victor Harrison	2,700
David Labadie	2,700
Herbert Thibodeau	2,700
Steven Wilson	<u>2,700</u>
	\$ <u>20,400</u>

STATE OF LOUISIANA
PONTCHARTRAIN LEVEE DISTRICT (SLA)
INFORMATION FOR "DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS"
AS OF JUNE 30, 2002

<u>Description of Funds</u>	<u>Amount</u>
1. State Revenue Sharing	\$ 382,107
2. Department of Transportation	<u>\$2,636</u>
Total	\$ <u>384,743</u>